STATE OF HAWAII DEPARTMENT OF LAND AND NATURAL RESOURCES Forestry and Wildlife Division

Forestry and Wildlife Division Honolulu, Hawaii 96813

October 23, 2009

Chairperson and Members Board of Land and Natural Resources State of Hawaii Honolulu, Hawaii

Land Board Members:

SUBJECT:

APPROVAL IN PRINCIPLE OF DIRECT LEASE TO UNITED STATES DEPARTMENT OF AGRICULTURE FOREST SERVICE FOR RESEARCH, EDUCATION, OFFICE AND HOUSING FACILITY PURPOSES AT THE PUU WAAWAA UNIT OF THE HAWAII EXPERIMENTAL TROPICAL FOREST, PUU WAAWAA FOREST RESERVE, NORTH KONA, HAWAII, TAX MAP

KEYS: (3) 7-1-001: PORTIONS OF 004 & 006.

APPLICANT:

United States Department of Agriculture, Forest Service (USFS), whose business and mailing address is 60 Nowelo Street, Hilo, Hawaii 96720.

LEGAL REFERENCE:

Section 171-95(a)(2), Hawaii Revised Statutes (HRS), as amended.

LOCATION:

Portion of Government lands situated at Puu Waawaa, North Kona, Hawaii, identified by Tax Map Keys: (3) 7-1-001: portions of 004 & 006 (Exhibit A).

AREA:

11.66 acres, more or less.

ZONING:

State Land Use District: Conservation (Resource).

10/23/09 BLNR Submittal DOFAW Page Two

TRUST LAND STATUS:

Section 5(b) lands of the Hawaii Admission Act. DHHL 30% entitlement lands pursuant to the Hawaii State Constitution: NO.

CURRENT USE STATUS:

Governor's Executive Order 4203, Puu Waawaa Forest Reserve – Specific location was previously a gravel quarry operation.

CHARACTER OF USE:

Forest, watershed and natural resources research, education, and housing facilities purposes.

LEASE TERM:

Sixty-five (65) years.

COMMENCEMENT DATE:

The first day of the month to be determined by the Chairperson.

ANNUAL RENT:

Gratis.

PROPERTY CHARACTERISTICS:

Utilities – Water, telephone, and electrical present.

Slope – Gently sloping to steep.

Elevation – 2800 to 2930 feet.

Rainfall - 19 to 29 inches.

NRCS Soil Series – 1) Puu Pa series consists of moderately deep, well drained soils that formed in material weathered from volcanic ash. 2) Mawae series consists of moderately

10/23/09 BLNR Submittal DOFAW Page Three

deep, well drained soils that formed in organic material mixed with minor amounts of basic volcanic ash in aa lava.

Subdivision and Access – Legal subdivision of the proposed research and education facility lot through the Office of Conservation and Coastal Lands and the County of Hawaii shall be the responsibility of the Applicant. Applicant shall be granted non-exclusive access to the proposed lot along existing roads as part of a potential lease agreement.

CHAPTER 343 - ENVIRONMENTAL ASSESSMENT:

This action is a request for the Land Board's approval in principle of a lease to the USFS and to instruct the USFS to comply with Chapter 343, Hawaii Revised Statutes, as amended.

DCCA VERIFICATION:

Not applicable - Government agency.

APPLICANT REQUIREMENTS:

Applicant shall be required to prepare, process or obtain at its own cost:

- 1) All necessary studies and documentation for compliance with Chapter 343, Hawaii Revised Statutes, as amended:
- 2) Subdivision of the proposed research and education facility lot; and
- 3) Survey maps and descriptions for the proposed research and education facility site, and associated non-exclusive road access from State Highway 190 along the existing "Volcanite Road", according to State DAGS Survey Division standards.

Background: In 1992, President H.W. Bush signed into law the Hawaii Tropical Experimental Forest Recovery Act (Public Law 102-574, 1992), to promote the recovery of Hawaii tropical forests. The Act brought recognition of the value that Hawaii's tropical forests provide to the nation and authorized the establishment of the Hawaii Experimental Tropical Forest (HETF) to serve as a center for long-term research and a focal point for developing and transferring knowledge and expertise for the management of tropical forests.

On February 24, 2006, under Item C-1, the Board approved the Report of Findings for the Establishment of the Hawaii Tropical Experimental Forest and recommended to the Governor the establishment of the HETF on approximately 12,343 acres ("Laupahoehoe Unit") of State lands comprising the Laupahoehoe Natural Area Reserve and the Laupahoehoe Section of Hilo Forest Reserve in Hamakua, Hawaii and 38,855 acres ("Puu Waawaa Unit") comprising a

10/23/09 BLNR Submittal DOFAW Page Four

portion of Puu Waawaa Forest Reserve, the Puu Waawaa Forest Bird Sanctuary, and State Parks lands near Kiholo, North Kona, Hawaii. The Board also authorized the Department to develop a Memorandum of Agreement with the U.S. Forest Service to establish and administer the proposed sites as the HETF. On December 8, 2006, under Item C-5, the Board approved a cooperative agreement between the U.S. Forest Service and the BLNR for the establishment and administration of the HETF, and delegated authority to approve research permits within the HETF to the Division of Forestry and Wildlife (DOFAW) Hawaii Island Branch manager.

On March 23, 2007, the HETF was established. On April 25, 2008, under Item D-9, the Board approved, in principle, a direct lease to the applicant for the HETF Laupahoehoe Unit.

Analysis: The HETF includes portions of the Puu Waawaa Forest Reserve, which was established by Executive Order No. 4203 on October 19, 2007. In support of the HETF, DOFAW and the USFS propose the establishment of research, educational, and housing facilities to support the work at the HETF Puu Waawaa Unit on approximately 11 acres of land in Puu Waawaa Forest Reserve.

The Applicant has not had a lease, permit, easement or other disposition of State lands terminated within the last five years due to non-compliance with such terms and conditions. The Applicant has another State lease – General Lease No. S-5649. This 30-acre site is in Hilo, near the University of Hawaii Hilo Campus Technology Park and contains buildings for research, outreach, and education/training.

If Board approval in principal is obtained, the USFS will pursue compliance with Chapter 343, Hawaii Revised Statutes, as amended and incorporate agency and community comments.

The Division would subsequently seek Board approval of a formal lease, and would assume management of this lease. Based on advice from the Department of the Attorney General and pursuant to Hawaii Revised Statutes §182-2, the applicant will be required to waive all mineral rights on the property.

In addition, the applicant has inquired with DOFAW regarding the possibility of beginning site cleaning up work prior to issuance of a potential lease. The site was previously used as a gravel quarry operation from which debris remains onsite, including an underground diesel tank and what appear to be asbestos tiles inside an abandoned structure. The applicant will need to obtain State Department of Health Indoor and Radiological Health Branch's (asbestos removal) and Solid and Hazardous Waste Branch's (fuel tank removal) instructions and or/permits before starting these projects. In order to proceed with this preliminary site cleanup and mitigation of these two (2) items, the applicant would need to obtain a Special Use Permit from DOFAW and comply with any Chapter 343 requirements. Staff seeks Board authorization to issue such a

10/23/09 BLNR Submittal DOFAW Page Five

permit should the applicant make a formal request to proceed with the above-stated preliminary site cleanup work.

RECOMMENDATIONS:

That the Board of Land and Natural Resources:

- 1. Approves in principle, a new direct lease to the United States Department of Agriculture Forest Service (USFS) for Research, Education, Office and Housing Facility Purposes at the Puu Waawaa Unit of the Hawaii Experimental Tropical Forest as discussed above, and also subject to the following:
 - a) At its own cost the USFS shall be responsible for compliance with Chapter 343, Hawaii Revised Statutes, as amended;
 - b) The USFS shall provide survey maps and descriptions according to State Department of Accounting and General Services Survey Division standards and at USFS's own cost;
 - USFS shall be responsible to process subdivision of the proposed site, following all requirements of the Office of Conservation and Coastal lands and the County of Hawaii; and
 - d) Such other terms and conditions as may be prescribed by the Chairperson or the Department of the Attorney General to best serve the interests of the State.
- 2. Authorizes the USFS to act as agent of the landowner, State of Hawaii Department of Land and Natural Resources, to process the subdivision of the proposed site comprising 11.66 acres, more or less.
- 3. Authorizes DOFAW to issue a Special Use Permit to the USFS for preliminary site cleanup work as detailed above within the proposed site (11.66 acre, more or less) at Puu Waawaa Forest Reserve, North Kona, Hawaii, Tax Map Keys: (3) 7-1-001: portions of 004 & 006, for a term of one (1) year, or until completion of the site cleanup project, whichever is shorter, and further subject to the following:
 - a) The USFS shall consult with the State Department of Health for instructions and obtain any required permits before starting work;
 - b) The USFS shall comply with any HRS Chapter 343 requirements that may apply;
 - c) Standard terms and conditions of the most recent Special Use Permit form, as may be amended from time to time; and

d) Such other terms and conditions as prescribed by the Chairperson of the Department

Respectfully Submitted,

Administrator

Exhibit A - Proposed Research, Education, Office and Housing site at HETF Puu Waawaa Unit

APPROVED FOR SUBMITTAL:

AURA H. THIELEN, Chairperson Board of Land and Natural Resources

Exhibit A: Proposed Research, Education, Office and Housing Site at the HETF Puu Waawaa Unit

